

OIL AND GAS LEASE BID DOCUMENT

The City of Mansfield, Texas (the "City"), intends to lease property for oil and gas development only, as described below:

See property description attached and incorporated herein as Exhibit "A".

Said lease or leases shall be awarded, at the discretion of the City Council, to the highest and best bidder submitting a bid in accordance with terms as outlined below:

BIDS MAY BE SUBMITTED FOR: 1) A SPECIFIC TRACT OR TRACTS, 2) FOR ALL TRACTS OR 3) FOR BOTH INDIVIDUAL TRACTS AND FOR ALL TRACTS AS A WHOLE INDICATING THE BIDDER'S PREFERENCE FOR POSSIBLE LEASE AWARD.

It is the intention of the City Council to award and sell the lease or multiple leases based on the highest and best bid or bids submitted to the City Council at a public hearing that will be held for the City Council to consider the bids; provided that, if in the judgment of the City Council the bids submitted do not represent the fair value of such lease(s), the City Council will reject all of the bids.

No bids will be considered unless submitted by 2 P.M. on Monday, October 3, 2016. The City Council reserves the right to reject any and all bids for such lease(s). However, should any bid be accepted, such lease shall be executed upon a form acceptable to the City Council and the Lesseetherein and shall, at a minimum, provide:

1. for a primary term of not more than two (2) years from date of execution;
2. for a royalty to be paid Lessor of not less than one-quarter (1/4) of all oil and gas produced from said land;
3. for bonus money as specified in the bid and with the minimum of seven hundred fifty dollars (\$750.00) per acre; and

An oil and gas lease will be negotiated after a successful bidder is selected. The oil and gas lease must be approved by the City Council.

By submitting a bid, each bidder agrees to **waive**, and does hereby **waive**, any claim the bidder has or may have against the City and the City's respective officers, employees and representatives for the award of damages or attorney fees, arising out of or in connection with the administration, evaluation, or recommendation of any bid, waiver, deletion or amendment of any requirements under the Bid Documents or the

Lease Documents, acceptance or rejection of any bids, and award of the bid or lease. By submitting a bid, the bidder specifically waives any right to recover or be paid attorney's fees from the City or any of the City's officers, employees and representatives under any of the provisions of the Texas Uniform Declaratory Judgments Act (Texas Civil Practice and Remedies Code, Section 37.001, et. seq., as amended).

The bidder acknowledges and agrees that this is the intentional relinquishment of a presently existing known right and that there is no disparity of bargaining power between the bidder and the City.

By execution and submission of this bid, the bidder hereby represents and warrants to the City that the bidder has read and understands the Bid Documents and this bid is made in accordance with the Bid Documents. Bidder acknowledges that it understands all terms within the Bid Documents, which include the waiver provisions, and that it had the right to consult with counsel regarding all of the above documents.

The City reserves the right to waive, delete or amend any of the requirements connected with this bid. The City further reserves the right, in accordance with Section 253.005 of the Texas Local Government Code, to lease the tracts in the manner and on the terms the City Council determines, for the benefit of the City.

Bids shall be delivered to the City Secretary's Office, City of Mansfield, 1200 E. Broad Street, Mansfield, Texas 76063 before 2 P.M. on Monday, October 3, 2016. Bids shall be placed in a sealed envelope marked "Bid to Lease City Property for Oil and Gas Development. Bid # 2016-23-01-02". Any bid received after the specified time will not be considered.

Bids shall be submitted on the attached bid form. **A SEPARATE BID FORM MUST BE USED FOR EACH TRACT UNLESS THE BID IS SUBMITTED FOR ALL TRACTS.** The bidder may attach as many additional pages as it deems necessary.

City staff will publicly open and tabulate the bids at 2 P.M. on Monday, October 3, 2016, City Council Chambers, City of Mansfield, 1200 E. Broad Street, Mansfield, Texas 76063.

Bidders may contact the City of Mansfield, Deputy City Manager at 817-276-4265 for clarifications and questions.



707 Pleasant Ridge Ct, Mansfield, TX
76063

Directions Save Zoom Send

City of Mansfield,
Water Treatment
Facility

World - United States - TX - Tarrant Co. - Mansfield - South Arlington

250 feet 100m